

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

November 12, 2013

Dennis MacDonald 818 South Highway 89A Kanab, Utah 84741

Subject: Reclamation Surety Required, Dennis MacDonald, The Alton, S/025/0031, Kane County, Utah

Dear Mr. MacDonald:

The referenced Notice of Intention to Commence Small Mining Operations (NOI), received by the Division of Oil, Gas and Mining on September 10, 2013, is complete **with the exception of the reclamation bonding requirement.** The required reclamation surety is \$9,025. This was determined based on information in the following table.

Туре	Work	Mob/Demob	Subtotal (row)	Seeding	Indirect Costs	Total Cost
Equipment w/ Operator	\$3098	\$1469	\$4567	\$1558	\$900	\$7025
Crusher removal/site cleanup	\$2000		\$2000			\$2000
Total	\$5098	\$1469	\$6567	\$1558	\$900	\$9025

Note - Based on 2 acres of disturbance and 16 hours of dozer work.

Please submit the reclamation surety and reclamation contract within the next 30 days. No mining related disturbance may be created until the surety is received and approved and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for assistance in completing this requirement.

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The proposed operation is within one of the mapped protection areas for the greater sage grouse, and the Division has evaluated the potential impact of this operation on this species. Based on the number and extent of pinyons and junipers in the area, the Division has determined the operation should have no impacts to the greater sage grouse.

Please contact me at 801-538-5261 or Lynn Kunzler at 801-538-5310 if you have any questions regarding this letter. In reply please refer to file number S/025/0031.

Sincerely,

Paul B. Baker

Minerals Program Manager

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